

Lessons Learned from MCC Land Evaluations
World Bank Conference on Land and Poverty
May 2024



# Background

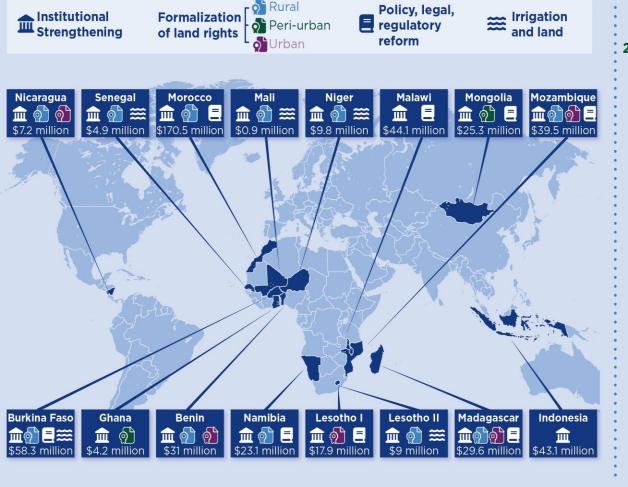
- Millennium Challenge Corporation (MCC)
  - US government agency established in 2004
  - Mission "Poverty reduction through economic growth"
  - Commitment to independent evaluation- required of all projects
- Land and property rights projects have been an important component of MCC's portfolio throughout its 20-year history
- 15 independent evaluations of MCC land projects have been completed to date, 3
  more are in progress
- Lessons Learned from MCC Land Evaluations paper work in progress
  - I. Synthesize findings from evaluations of MCC land projects published during MCC's first 20 years
  - 2. Identify lessons for future land programming and land evaluations

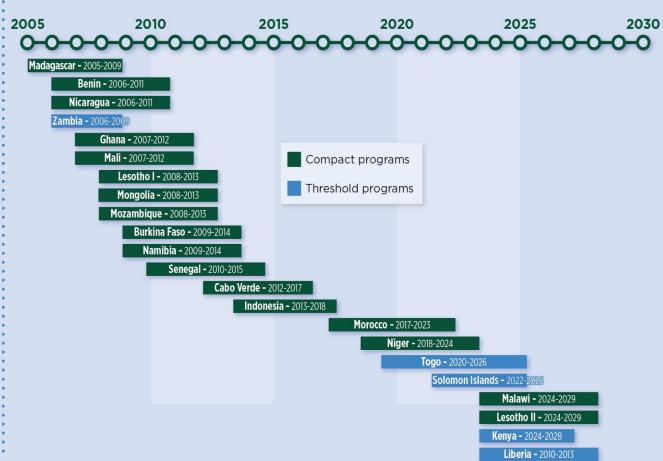


### **Overview**

- I. MCC 's Land Programs and Evaluations
- 2. Synthesis of MCC Land Evaluation Findings
- 3. Lessons Learned from MCC Land Evaluations

### **MCC Land Portfolio**

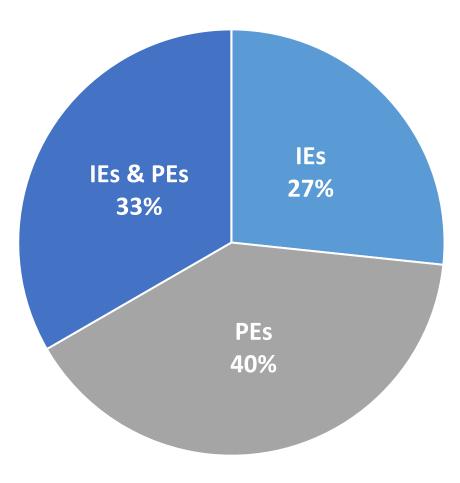






# **Evaluations of MCC Land Projects**

- MCC requires independent third party evaluations of all projects
- Methods employed by MCC land evaluators:
- 1. Impact evaluations (4)
  - Multiple rounds of quantitative survey data
  - Design uses counterfactual to measure causal impact of program
- 2. Performance evaluations (6)
  - Qualitative data collection and analysis (key informant interviews and focus group discussions)
  - May include descriptive analysis of administrative or limited survey data
- 3. Combined impact and performance evaluations (5)
  - Evaluations that include both rigorous IE and PE methods





# **Evaluations Included in Synthesis**

Country	Program	Project Close Year	Evaluation Type: Impact / Performance	Exposure Period Between Project Close and Endline Data Collection (years)
Benin	Access to Land - Rural	2011	IE	4
Ghana	Agriculture - Land Tenure	2012	IE	4
Mozambique	Land Tenure Services	2013	IE & PE	6
Lesotho	Land Adminstration Reform (2)	2013	IE & PE	6
Mongolia	Property Rights - Peri-Urban Rangeland Leasing	2013	IE	5-6
Mongolia	Property Rights - Land Registration System	2013	PE	5-6
Burkina Faso	Rural Land Governance	2014	IE & PE	9-11
Namibia	Communal Land Support	2014	PE	2
Cape Verde	Land Management for Investment	2017	PE	4
Indonesia	Green Prosperity: PLUP	2018	PE	<b>2-3</b> 6



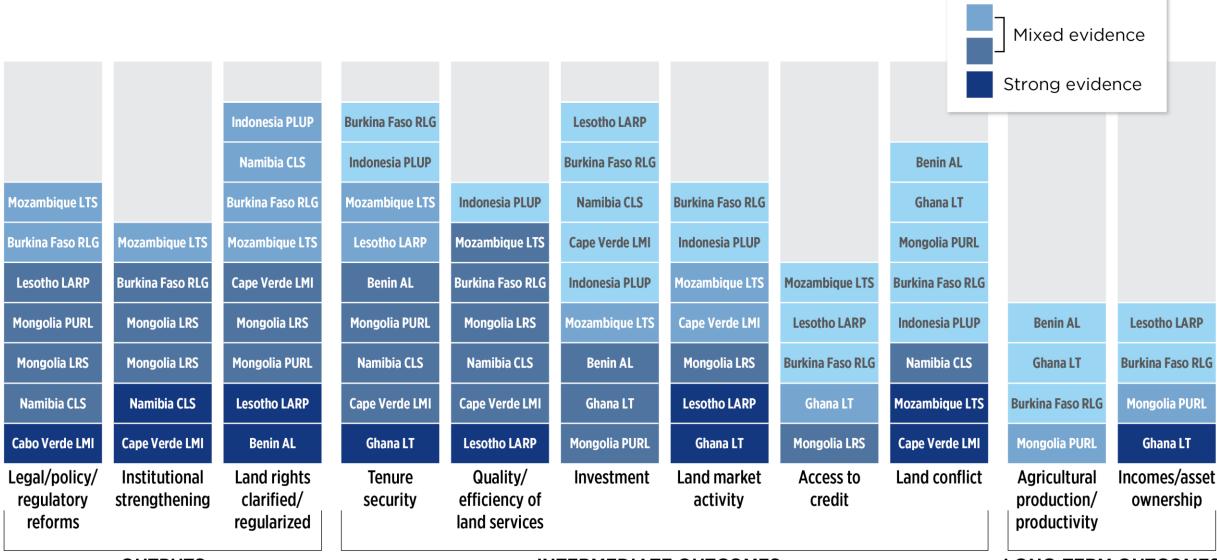
# **Synthesis of MCC Land Evaluation Findings**

# Outputs / outcomes most commonly included in MCC land evals:

Outputs	Intermediate outcomes – short term	Intermediate outcomes – med. term	Long term outcomes
1.Legal / policy /	1. Perceived tenure	1. Investment	1. Ag. production /
regulatory reforms	security		productivity
2. Institutional	2. Quality / efficiency of	2. Land market activity	2. HH income /
strengthening	land services		assets
3. Land rights clarified /		3. Access to credit	
regularized			
		4. Land conflict	
		incidence	

- Gender differentiated impacts & women's empowerment
- Sustainability of outputs

# **Synthesis of MCC Land Eval. Findings**



**OUTPUTS** 

**INTERMEDIATE OUTCOMES** 

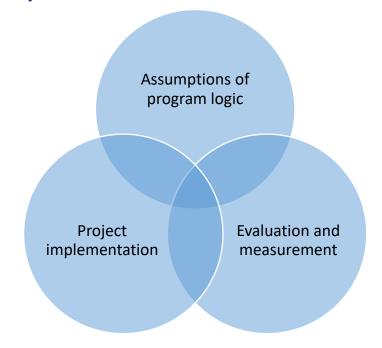
LONG-TERM OUTCOMES

No evidence



# **Synthesis of MCC Land Evaluation Findings**

- Assessments of outputs and implementation in evaluation reports tend to be limited
- Obtaining "strong evidence" requires the confluence of several factors:



Difficult to identify correct explanation for null impact evaluation findings



# Synthesis of MCC Land Eval. Findings: Gender and Sustainability

#### **Gender**

- Gender differentiation of impacts on perceived tenure security both + and -
- Impacts on women's labor allocation in Ghana LT and Benin AL
- Mixed findings on intra-household bargaining power

### **Sustainability**

- Generally positive findings on sustainability of legal/policy reform, institutional strengthening
- Sustainability of land information systems benefits from introduction early in project



# **Lessons for Programming and Policy**

# I. Household-level impacts that can be directly measured by evaluations cannot fully capture the link between strengthening property rights and economic growth

- Tenure security => ag. productivity link for smallholders often seen as key justification for land projects, but:
  - Investment and allocative efficiency impacts difficult to capture empirically, conditional on other factors and do not always occur
- Other benefit streams can be important, e.g. access to mortgage finance in Lesotho LARP
- o Indirect sources of economic benefits are important and should receive greater emphasis- e.g. conflict risk, investment climate



# **Lessons for Programming and Policy**

# 2. Project designs should not assume demand for formalization will materialize, even when there is apparent need and/or interest

- Tenure insecurity is not always a deterrent to investment
- Post-project distribution of land documents did not happen as anticipated in some cases
- Cost can be a deterrent even when low
- Outreach and sensitization campaigns appear to be effective at increasing interest in formalization



# **Lessons for Programming and Policy**

- 3. Avoid project designs that are overly ambitious in terms of complexity, scale, and/or need for coordination across sectors
  - Implementation and coordination across activities are often more challenging than expected
  - Accelerated / incomplete implementation can lead to arbitrary prioritization of some components over others, compromising sustainability- e.g. training and troubleshooting for Land Information Systems
  - Particularly applicable to MCC given 5-year project time limit



## **Lessons for Land Evaluations**

- I. Evaluations should always include a thorough assessment of actual outputs and implementation
- 2. Devote attention to compiling administrative and project data for evaluation during project implementation
  - Very few evaluations included explicit comparison of project outputs to targets
  - However, findings related to outputs were often useful to MCC
  - Understanding implementation issues can also be important to explain other findings
  - MCC's recently revised evaluation policy places greater focus on implementation



## **Lessons for Land Evaluations**

- 3. Though necessary for measuring economic outcomes, long exposure periods entail substantial risks and limitations. In determining the appropriate exposure period for an evaluation, the tradeoffs should be carefully considered
  - Literature indicates long exposure periods (~5+ years) are needed to capture impacts on key outcomes such as agricultural productivity and household incomes
  - However, long exposure periods for impact evaluations entail high risks of compromised design that are costly and complicated to mitigate
  - They can also reduce the utility of other aspects of the evaluation in important ways



# **Lessons for Land Evaluations**

# 4. Impact evaluations should incorporate qualitative components following preliminary quantitative analysis

- Rigorous impact evaluation methods can yield uniquely compelling evidence
- Quantitative estimates of impact alone can be difficult to explain and interpret
- Where IEs include qualitative component, data collection tends to be simultaneous rather than sequential



# Recap of Lessons Learned

## Programming and Policy:

- I. Household-level impacts that can be directly measured by evaluations cannot fully capture the link between strengthening property rights and economic growth
- 2. Project designs should not assume demand for formalization will materialize, even when there is apparent need and/or interest
- 3. Avoid project designs that are overly ambitious in terms of complexity, scale, and/or need for coordination across sectors

### **Evaluation:**

- I.Evaluations should always include a thorough assessment of actual outputs and implementation
- 2. Devote attention to compiling administrative and project data for evaluation during project implementation
- 3. Though necessary for measuring economic outcomes, long exposure periods entail substantial risks and limitations. In determining the appropriate exposure period for an evaluation, the tradeoffs should be carefully considered
- 4. Impact evaluations should incorporate qualitative components following preliminary quantitative analysis